

Support Package for Councils

The LGFA are offering councils a discounted convertible cash advance debenture (CAD) loan facility

- interest rate is 0.75% off of our current standard variable interest rate of 2.2% (i.e. lowering the rate to 1.45%)



The discounted facility can be used to bring forward infrastructure renewal or to fund operating activities

standard variable interest rate of ~~2.2%~~
we are lowering the rate by
0.75%
to 1.45%

Each council will be entitled to a discounted facility totalling:



10%

of your councils 2018-2019 total operating income

The discounted facility will need to be applied for by 31 December 2020 and will be effective for 3 years from the date of draw-down

LGFA have also increased the interest rate on at call deposit holdings held by Councils and Prescribed bodies by 0.2% (currently from 0.25% to 0.45%)

LGFA's financial position

- Bonus 2018-19 **\$2.5 million** (\$44.5 million since inception)
- Our loan portfolio at year end 2018-19 **\$845 million**
- We have also paid **\$31.7 million** of guarantee fees to the State Government since inception.